

City of Sheridan

January 22, 2014

Via email: dlg-filing@state.co.us

Colorado Division of Local Government
1313 Sherman Street, Room 521
Denver, CO 80203

RE: City of Sheridan 2014 Budget

To Whom It May Concern:

Attached are true and accurate copies of the adopted 2014 Budget and amended 2013 Budget for the City of Sheridan in Arapahoe County, Colorado, submitted pursuant to C.R.S. Section 29-1-113. The budget was adopted on November 13, 2013.

If there are any questions, please contact our office at (970) 669-3611.

Sincerely,
CITY OF SHERIDAN



Teresa Adler
Assistant Finance Director

Enc.

CITY OF SHERIDAN

2014 BUDGET MESSAGE

City of Sheridan is a quasi-municipal corporation organized and operated pursuant to provisions set forth in the Colorado Special City Act. The City was established to serve the citizens of the community by providing health, safety and welfare, public peace, and order, streets, utilities, parks and recreation and administration of the City. The City of Sheridan, Colorado (the “City”) was incorporated in April 1890, as a statutory municipality as defined by Colorado Revised Statutes. The City is governed by a seven member council, two of whom are elected from each of the City’s three wards, and a mayor elected from the City at large. The City enacted a Home Rule Charter in 2002.

The City’s operations and administrative functions are performed by both employed and contracted staff.

The budget is prepared on the modified accrual basis of accounting, which is consistent with the basis of accounting used in presenting the City's financial statements.

2014 BUDGET STRATEGY

The City's strategy in preparing the 2014 budget is to strive to provide the level of services as desired by the constituents of the City in the most economic manner possible.

In the General Fund, total revenues of \$8,959,609 are budgeted for 2014, consisting of sales taxes, proceeds from property taxes at a mill levy of 5.974 mills, specific ownership, licenses, fines, fees and other minor revenues. The 2014 budgeted expenses of \$8,939,281 include City services, general and administrative, public safety, community development and public works.

Capital Improvement Fund

The City created a Capital Improvement Fund in 2011 and has budgeted \$2,228,898 in revenues for 2014. These include \$338,396, which is 50% of the City PIF, \$121,761 transfer from General Fund, \$250,000 in lease proceeds, and Hamilton Bridge CDOT funds of \$1,517,992. Expenditures of \$2,458,590 for capital related items include equipment lease payments, street repairs, dump truck and back hoe purchase, Hamilton Bridge project, police vehicles, and other small capital related items.

Stormwater Fund

The City operates the Stormwater Fund with \$71,500 budgeted in fee revenue for 2014 and the use of \$97,290 in available reserves affords \$168,790 budgeted in storm water related expenditures.

Open Space Fund

The City has budgeted \$131,000 in revenues for 2014 consisting largely of shareback funds, and \$265,000 in open space related expenditures, primarily Platte River Trail improvements.

Conservation Trust Fund

The City has budgeted \$33,322 in lottery funds and interest revenues for 2014, and budgeted related expenditures of \$9,000.

Volunteer Fire Pension Fund

The City has budgeted revenues of \$99,000 and an allowance of \$130,094 in expenditures for 2014.

Sheridan Redevelopment Authority (SRA)

As a component unit of the City, the City appropriates for the SRA's 2014 activities. These include budgeted General Fund revenues of \$1,041,317 and expenditures of \$1,041,133, and Debt Service revenues of \$7,074,819 and debt related payments of \$7,074,819 on the Agency's 2011 Variable Rate Tax Increment Refunding Bonds.

Debt

The City has General Obligation Bonds-Series 2006 outstanding in the principal amount of \$485,000, for which it has imposed a mill levy of 2.132 mills for the annual debt service. Interest is payable semiannually, with scheduled principal of \$155,000 due December 1st.

Reserves

The City has provided for an emergency reserve fund equal to at least 3% of the fiscal year spending for 2014, as defined under TABOR. The City will have \$709,094 of unrestricted General Fund balance at the end of 2014. The City is anticipating operating fund balances in its Capital Improvement, Stormwater, Open Space and Conservation Trust Funds at 2014 year-end.



PINNACLE
CONSULTING GROUP, INC.

Accountant's Report

CITY COUNCIL
CITY OF SHERIDAN

I have compiled the statements of revenues and expenditures for the year ended December 31, 2012 and the eleven months ended November 30, 2013 for the City of Sheridan. I have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or provide any assurance about whether the financial statements are in accordance with accounting principles generally accepted in the United States of America.

I have also compiled the accompanying adopted budgets of revenue, expenditures and funds available prepared on the modified accrual basis of the City of Sheridan for the year ending December 31, 2014 in accordance with standards established by the American Institute of Certified Public Accountants.

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America and for designing, implementing, and maintaining internal control relevant to the preparation and fair presentation of the financial statements.

My responsibility is to conduct the compilation in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants. The objective of a compilation is to assist management in presenting financial information in the form of financial statements without undertaking to obtain or provide any assurance that there are no material modifications that should be made to the financial statements.

Management has elected to omit substantially all of the disclosures required by accounting principles generally accepted in the United States of America. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the City's financial position and results of operations. Accordingly, the financial statements are not designed for those who are not informed about such matters.

I am not independent with respect to the City of Sheridan.

Peggy Dowswell, CPA
January 22, 2014

SHERIDAN REDEVELOPMENT AGENCY					
STATEMENT OF REVENUES & EXPENDITURES WITH BUDGETS					22-Jan-14
December 31, 2012 Actual, 2013 Adopted Budget and Projected Actual,					
Year-to-date Actual, Budget through November 30, 2013					
2014 Adopted Budget					
Modified Accrual Budgetary Basis					
DEBT SERVICE FUND	2012	2013	2013	Actual	2014
	Audited	Adopted	Projected	Through	Adopted
Revenues	Actual	Budget	Budget	11/30/13	Budget
Property Tax Increment	\$1,620,073	\$1,596,198	1,615,205	\$1,613,542	\$1,675,642
Sales Tax Increment	3,699,836	4,091,495	3,983,920	3,413,455	4,354,960
Public Improvement Fee (50%)	910,603	975,477	966,454	862,527	1,041,217
Interest Income	3,820	3,000	3,399	3,116	3,000
Transfer from General Fund	-	-	-	-	-
Total Revenues	\$6,234,332	\$6,666,170	\$6,568,978	\$5,892,640	\$7,074,819
Expenditures					
Bond Principal - A Series	\$0	\$335,000	\$335,000	\$0	\$1,635,000
Bond Interest - A Series	3,013,332	3,052,253	3,003,401	2,753,118	2,999,645
Bond Redemption - A Series	-	-	-	-	0
Bond Principal - B Series	644,824	588,714	427,467	-	-
Bond Interest - B Series	25,176	47,533	47,533	-	-
Facility Fees/LOC Expense	1,529,028	1,519,100	1,524,321	1,141,529	1,512,230
Rating Service Fee Expense	6,000	10,000	6,500	6,500	6,500
Remarketing Fee Expense	92,847	92,594	92,594	-	92,594
Paying Agent Fees	2,500	12,000	2,500	2,500	2,500
City Public Improvement Fee Allocation	574,908	634,060	616,773	-	684,085
City Collection/Audit Fee - Sales Tax Inc.	36,998	40,915	45,589	39,933	43,550
City Collection/Audit Fee - PIF	9,106	9,755	10,144	9,096	10,412
Treasurer's Fees	24,301	23,943	24,228	24,203	25,135
Contingency	-	100,000	-	-	63,169
Total Expenditures	\$5,959,020	\$6,465,866	\$6,136,050	\$3,976,879	\$7,074,819
Revenues over/(under) Expenditures	\$275,312	\$200,304	\$432,928	\$1,915,760	\$0
Beginning Fund Balance	8,998,627	8,777,393	9,273,940	9,273,940	9,611,481
Ending Fund Balance	\$9,273,940	\$8,977,697	\$9,706,867	\$11,189,700	\$9,611,481
Components of Ending Fund Balance					
Restricted - Debt Service Reserve	\$7,407,500	\$7,407,500	\$7,407,500	\$7,407,500	\$7,407,500
Restricted - Future Debt Service Pymts	1,866,440	1,570,197	2,299,367	3,782,200	2,203,981
Total Fund Balance	\$9,273,940	\$8,977,697	\$9,706,867	\$11,189,700	\$9,611,481

See Accompanying Accountant's Report